

3 November 2009

ASX CODE: MZM
ISSUED SHARES: 41.93M
52 WEEK HIGH: \$0.30
52 WEEK LOW: \$0.03

CONTACT:

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BOARD:

Denis O'Meara: Chairman
Justin Brown: MD
Ian Cornelius: Non-Exec

KEY PROJECTS:

PEAK HILL (100%)
Gold

DURACK (earning 85%)
Gold

BUTCHER BIRD (100%)
Manganese, Copper

MT PADBURY (100% of gold)
Gold, Manganese, Iron

KEY SHARE POSITIONS:

AUVEX RESOURCES LTD
10,000,000 FPO Shares

BUXTON RESOURCES LTD
2,000,000 FPO Shares

NEW ZONE DISCOVERED IN NARACOOTA

- New mineralised zone discovered at Durack in the Naracoota south of existing Resource.
- Best intersection of **33m @ 1.89 g/t** gold including **3m @ 3.52 g/t** and **7m @ 5.32 g/t** in D09002.
- New intersection down dip from historic RAB intersection of **14m @ 3.68 g/t** gold.
- Mineralisation associated with pyrite and chalcopyrite in the Naracoota Formation 12km south of Peak Hill.
- **Follow up drilling currently being planned** to commence as soon as a rig becomes available.
- Potential of the project has been significantly enhanced.

Montezuma are pleased to advise that recent drilling in the Naracoota Volcanics at the Durack Project has intersected a new zone of gold mineralisation south of the existing Resource.

The mineralisation is associated with quartz-sulphide (pyrite and chalcopyrite) veins, stringers and stockworks accompanied by silica alteration bearing quartz veining within intercalated mafics and meta sediments of the Naracoota Formation.

The stratigraphy predominantly trends NW-SE, dipping steeply to the northeast at 75° - 90°. The mineralisation appears to also be influenced by a series of northeast striking cross faults.

Six holes were completed for a total of 760m. Most of the holes were targeting the margins and possible extensions to the existing Resource, however D09002 was drilled to test beneath an historic RAB intersection of 14m @ 3.68 g/t from 36m located to the south of the main Resource Area.

The resulting intersection represents a new zone of mineralisation with the potential to add significantly to the size of the overall Resource once further drilling can be completed. A retrospective review of the historic RAB data has highlighted two zones of anomalism which will be tested with RC drilling in the coming programmes. The review has also identified broad areas over prospective geology that have not been tested previously and which will require first pass aircore drilling to confirm their prospectivity.

The current Mineral Resource at Durack is outlined in the following table.

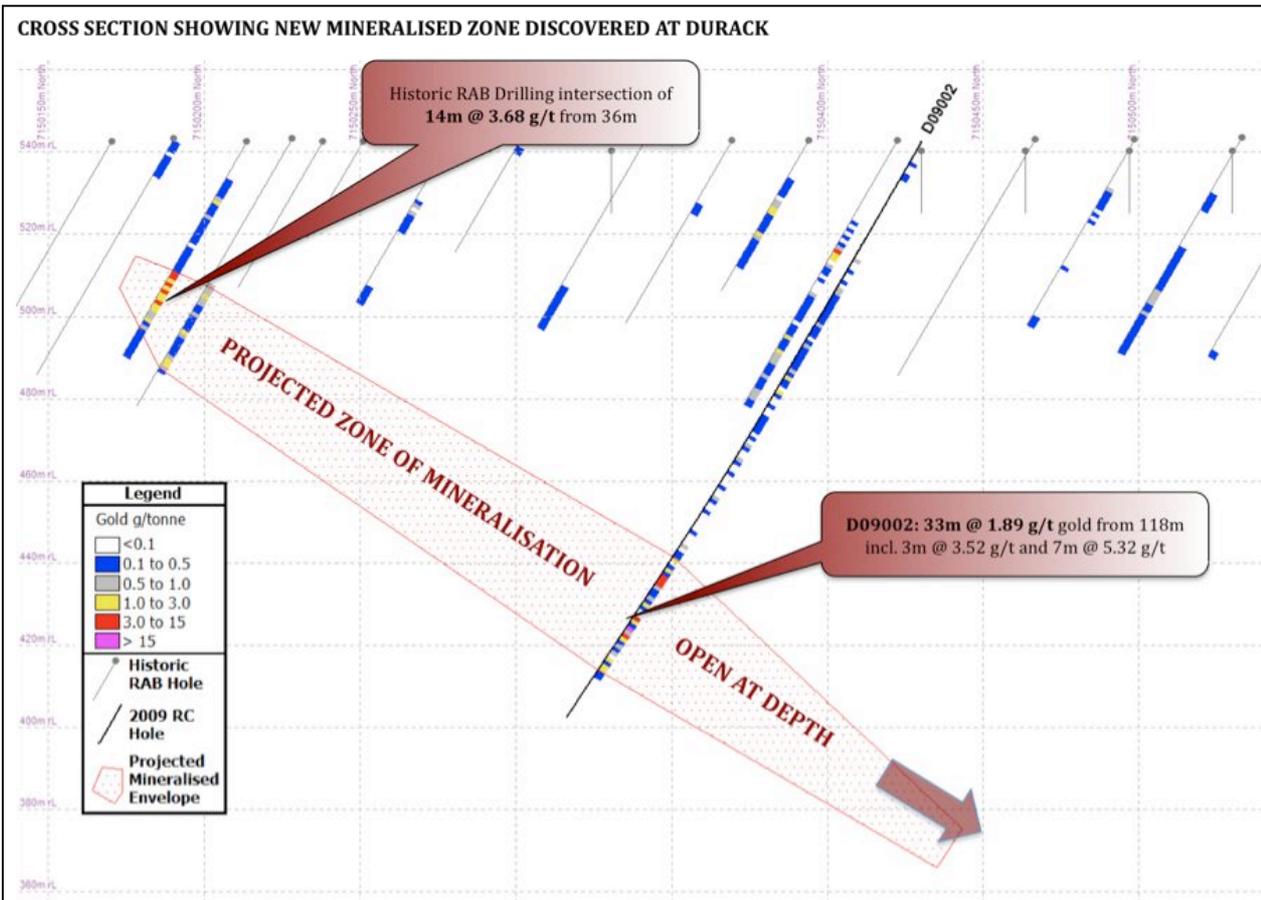
**Durack Deposit
November 2004 Resource Estimate 1.0g/t Cutoff**

Type	Indicated			Inferred			Total				
	Tonnes T	Uncut g/t	Cut25 g/t	Tonnes T	Uncut g/t	Cut25 g/t	Tonnes T	Uncut g/t	Cut25 g/t	Uncut Ounces	Cut Ounces
Oxide	159,879	2.67	2.09	86,022	6.08	2.51	245,901	3.86	2.24	30,537	17,700
Transition	226,895	2.97	2.31	94,883	2.82	2.67	321,778	2.93	2.41	30,298	24,959
Total	386,774	2.85	2.22	180,905	4.37	2.59	567,679	3.33	2.34	60,836	42,659

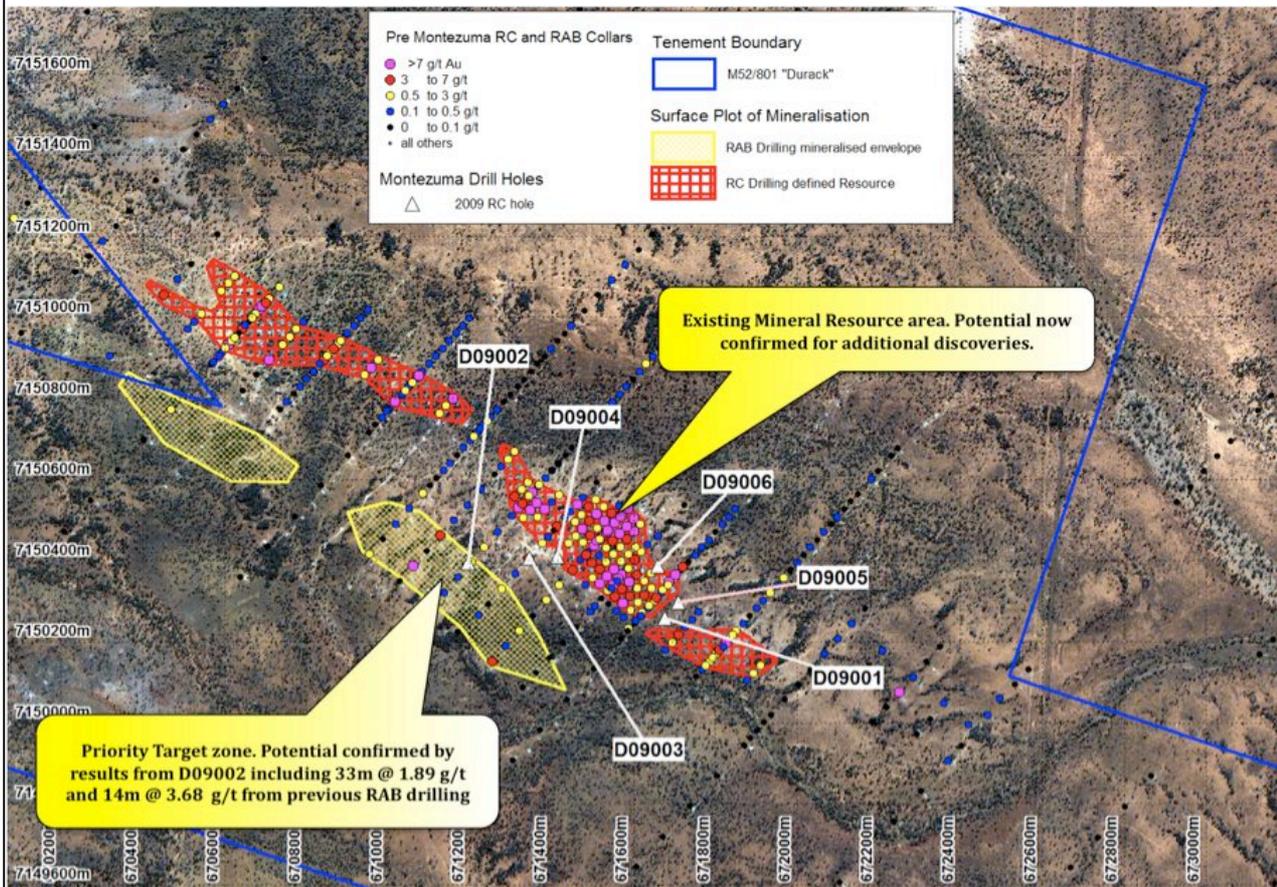
Hole ID	Easting	Northing	From	To	Grade	Composite
D09002	671195	7150395	66	67	1.13	2m @ 1.13 g/t
			70	71	1.20	2m @ 1.20 g/t
			118	119	2.66	33m @ 1.89 g/t incl. 3m @ 3.52 g/t and; 7m @ 5.32 g/t
			119	120	0.10	
			120	121	0.15	
			121	122	1.01	
			122	123	0.24	
			123	124	3.04	
			124	125	3.28	
			125	126	4.25	
			126	127	0.51	
			127	128	0.34	
			128	129	0.19	
			129	130	0.57	
			130	131	0.16	
			131	132	1.17	
			132	133	0.19	
			133	134	0.04	
			134	135	0.07	
			135	136	7.08	
			136	137	1.68	
			137	138	0.12	
			138	139	23.10	
			139	140	0.60	
			140	141	3.16	
			141	142	1.49	
			142	143	0.31	
			143	144	0.89	
			144	145	0.13	
			145	146	0.85	
			146	147	0.08	
			147	148	2.20	
			148	149	0.24	
			149	150	1.26	
			150	151	1.39	
D09003	671345	7150406	10	11	1.01	2m @ 1.01 g/t

Hole ID	Easting	Northing	From	To	Grade	Composite			
D09004	671413	7150410	46	47	1.06	2m @ 2.94 g/t			
			47	48	4.82				
			53	54	1.51	3m @ 2.37 g/t			
			54	55	3.65				
			55	56	1.96				
			59	60	2.66				
						60	61	0.92	7m @ 1.53 g/t
						61	62	0.13	
						62	63	3.10	
						63	64	2.63	
						64	65	0.52	
			65	66	0.77				
D09006	671658	7150388	81	82	6.54	3m @ 3.74 g/t			
			82	83	1.72				
			83	84	2.96				

Table: Assay results and composite grades. Widths are quoted based on downhole intersections.



PLAN VIEW SHOWING EXISTING RESOURCE AREA AND NEW TARGET ZONE AT DURACK



3.28 g/t Au

4.25 g/t Au

7.08 g/t Au

23.10 g/t Au

More Information**Justin Brown**

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The Information in this report that relates to exploration results is based on information compiled by Justin Brown, who is a member of the Australian Institute of Mining & Metallurgy. Mr Brown is a geologist and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Justin Brown consents to the inclusion in the report of the matters based on his information in the form and context in which it appear.